

**JORDAN TRADE FACILITIES COMPANY
(PUBLIC SHAREHOLDING LIMITED COMPANY)**

**CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
(UNAUDITED)**

31 MARCH 2024

**JORDAN TRADE FACILITIES COMPANY
(PUBLIC SHAREHOLDING LIMITED COMPANY)**

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

31 MARCH 2024

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**REVIEW REPORT ON THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
TO THE CHAIRMAN AND THE MEMBERS OF THE BOARD OF DIRECTORS OF
JORDAN TRADE FACILITIES COMPANY
(PUBLIC SHAREHOLDING LIMITED COMPANY)**

Introduction

We have reviewed the accompanying consolidated condensed interim statement of financial position of Jordan Trade Facilities Company (Public Shareholding Limited Company) (later on the "Company") and its subsidiaries (together the "Group") as at 31 March 2024, and the consolidated condensed interim statement of comprehensive income for the three months period ended 31 March 2024, the consolidated condensed interim statement of changes in shareholders' equity and cash flows for the three-month period then ended and other explanatory notes. Management is responsible for the preparation and presentation of these consolidated condensed interim financial statements in accordance with International Accounting Standard (34) "Interim Financial Reporting" as amended by the Central Bank of Jordan instructions. Our responsibility is to express a conclusion on these consolidated condensed interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for the financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

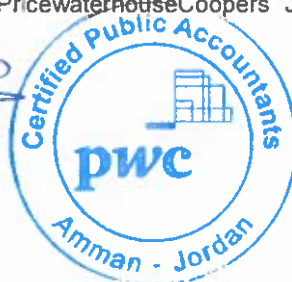
Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated condensed interim financial statements are not prepared, in all material respects, in accordance with International Accounting Standard (34) (Interim Financial Reporting) as amended by the Central Bank of Jordan instructions.

For and on behalf of PricewaterhouseCoopers "Jordan"


Omar Jamal Kalanzi
License No. (1015)

Amman - Jordan
29 April 2024



JORDAN TRADE FACILITIES COMPANY
(PUBLIC SHAREHOLDING LIMITED COMPANY)
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2024 (UNAUDITED)

	Note	31 March 2024 JD (Unaudited)	31 December 2023 JD (Audited)
Assets			
Cash and cash equivalents	4	2,262,966	2,283,955
Financial assets at fair value through other comprehensive income	5	219,297	219,590
Financial assets at amortised cost	6	113,478,973	109,130,502
Other debit balances		457,339	366,812
Investment properties, net		97,976	218,966
Assets foreclosed against defaulted loans	7	2,626,481	2,720,158
Property and equipment		85,491	79,108
Intangible assets		48,189	51,844
Right of use of leased assets		337,537	362,072
Deferred tax assets		3,706,987	3,571,511
Total assets		123,321,236	119,004,518
Liabilities and shareholders' equity			
Liabilities			
Bank overdrafts	8	7,586,770	9,210,050
Loans	9	58,464,520	58,585,957
Bonds	10	4,160,000	-
Lease liabilities		328,877	364,628
Trade and other payables		1,364,172	1,083,509
Other provisions		359,110	360,514
Income tax provision	11	2,535,189	2,400,300
Total liabilities		74,798,638	72,004,958
Shareholders' equity			
Authorised, subscribed and paid in capital	14	16,500,000	16,500,000
Statutory reserve	14	4,125,000	4,125,000
Financial assets valuation reserve		24,133	24,426
Retained earnings		27,873,465	26,350,134
Total shareholders' equity		48,522,598	46,999,560
Total liabilities and shareholders' equity		123,321,236	119,004,518

The accompanying notes from 1 to 15 are an integral part of these consolidated condensed interim financial statements

JORDAN TRADE FACILITIES COMPANY
(PUBLIC SHAREHOLDING LIMITED COMPANY)
CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)

	Note	For the three -month period ended 31 March	
		2024	2023
		JD (Unaudited)	JD (Unaudited)
Revenues and commissions from commercial financing, Murabaha and finance leases		4,390,331	3,614,245
Other revenues		342,776	239,299
Total revenues		4,733,107	3,853,544
Salaries, wages and employees' benefits		(481,596)	(447,287)
Administrative expenses		(303,996)	(193,285)
Other provisions (recovered from)	7	(3,123)	(39,163)
Depreciation of investment properties		(2,139)	(5,850)
Depreciation of right of use leased assets		(24,535)	(22,466)
Depreciation of property and equipment		(12,159)	(19,065)
Amortization of intangible assets		(3,655)	(5,710)
Provision of expected credit losses on financial assets at amortized cost	6	(255,760)	(331,570)
Finance expenses		(1,501,343)	(1,020,905)
Total Expenses		(2,588,306)	(2,085,301)
Profit for the Period Before Income Tax		2,144,801	1,768,243
Income tax expense	11	(621,470)	(502,318)
Profit for the Period		1,523,331	1,265,925
Other comprehensive income items that will not be reclassified to the consolidated condensed interim statement of profit or loss:			
Net Change in fair value of financial assets at fair value through other comprehensive income		(293)	(154)
Total comprehensive income for the period		1,523,038	1,265,771
Basic and diluted earnings per share from profit of the period attributable to shareholders of the Company (JD/Share)	14	0.092	0.077

The accompanying notes from 1 to 15 are an integral part of these consolidated condensed interim financial statements

JORDAN TRADE FACILITIES COMPANY
(PUBLIC SHAREHOLDING LIMITED COMPANY)
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)

	Authorised, subscribed and paid in capital	Statutory reserve	Financial assets valuation reserve*	Retained earnings**	Total
	JD	JD	JD	JD	JD
2023					
Balance as at 1 January 2024	16,500,000	4,125,000	24,426	26,350,134	46,999,560
Profit for the period	-	-	-	1,523,331	1,523,331
Net change in financial assets valuation reserve	-	-	(293)	-	(293)
Total comprehensive income for the period	-	-	(293)	1,523,331	1,523,038
Balance as at 31 March 2024	<u>16,500,000</u>	<u>4,125,000</u>	<u>24,133</u>	<u>27,873,465</u>	<u>48,522,598</u>
2023					
Balance as at 1 January 2023	16,500,000	4,125,000	18,994	20,177,285	40,821,279
Profit for the period	-	-	-	1,265,925	1,265,771
valuation reserve	-	-	(154)	-	(154)
Total comprehensive income for the period	-	-	(154)	1,265,925	1,265,771
Balance as at 31 March 2023	<u>16,500,000</u>	<u>4,125,000</u>	<u>18,840</u>	<u>21,443,210</u>	<u>42,087,050</u>

* Use of the credit balance of the valuation reserve of financial assets through other comprehensive income is restricted in accordance with the instructions of the Central Bank of Jordan and Jordan Securities Commission.

** The retained earnings as at 31 March 2024 include deferred tax assets amounted to JD 3,706,987 (JD 3,571,511 as at 31 December 2023) is restricted in accordance with the instructions of the Central Bank of Jordan and Jordan Securities Commission.

The accompanying notes from 1 to 15 are an integral part of these consolidated condensed interim financial statements

JORDAN TRADE FACILITIES COMPANY
(PUBLIC SHAREHOLDING LIMITED COMPANY)
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2024 (UNAUDITED)

	Note	31 March 2024 JD (Unaudited)	31 March 2023 JD (Unaudited)
Operating activities			
Profit for the period before tax		2,144,801	1,768,243
Adjustments:			
Depreciation of investment properties	7	2,139	5,850
Depreciation of right of use leased assets		24,535	22,466
Depreciation of property and equipment		12,159	19,065
Amortization of intangible assets		3,655	5,710
Gain on sale of property and equipment		(35)	(406)
Gain on sale of investment properties	7	(46,149)	-
Gains on sale of assets foreclosed in repayment due debts		(2,037)	-
Expected credit losses provision of financial assets at amortized cost	6	255,760	331,571
Provision for impairment of foreclosed in repayment due debts		2,997	-
Other provisions		3,123	39,136
Finance expenses		1,501,343	1,020,905
Changes in working capital:			
Financial assets at amortized cost		(4,660,617)	(5,407,104)
Other debit balances		(90,527)	(60,475)
Trade and other payables		134,859	121,861
Net cash flows used in operating activities before income tax and provisions paid		(713,994)	(2,133,178)
Other provisions paid		(4,527)	(135)
Income tax paid		(622,057)	(438,898)
Net cash flows used in operating activities		(1,340,578)	(2,572,211)
Investing activities:			
Purchase of property and equipment		(18,625)	(4,203)
Proceeds from sale of property and equipment		118	406
Purchase of intangible assets		-	(11,000)
Proceeds from sale of investment properties		165,000	-
Proceeds from sale of assets foreclosed in repayment of due debts		149,103	10,500
Net cash flows generated from (used in) investing activities		295,596	(4,297)
Financing activities:			
Banks Overdrafts		(1,623,280)	1,040,811
Net movement on loans		(121,437)	2,541,047
Bonds		4,160,000	-
Paid from operating lease obligations		(42,120)	(42,120)
Finance expenses Paid		(1,349,170)	(822,622)
Net cash flows generated from financing activities		1,023,993	2,717,116
Net change in cash and cash equivalents		(20,989)	140,608
Cash and cash equivalents at the beginning of the period		2,283,955	2,288,464
Cash and cash equivalents at the end of the period	4	2,262,966	2,429,072
Non-cash transactions			
Transferred from financial assets at amortised cost to assets foreclosed against defaulted loans		56,387	55,318

The accompanying notes from 1 to 15 are an integral part of these consolidated condensed interim financial statements

JORDAN TRADE FACILITIES COMPANY
(PUBLIC SHAREHOLDING LIMITED COMPANY)
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)

(1) GENERAL INFORMATION

Jordan Trade Facilities Company was incorporated on 13 March 1983 as a public shareholding limited company under No. (179) with a share capital of JD 16,500,000 divided into 16,500,000 shares with a nominal value of one JD for each share.

The main objectives of the Company are:

- Carrying out financial leasing activities
- Real estate financing
- Granting loans and direct financing for consumer goods
- Project financing
- Finance leasing by Murabaha method in accordance with the provisions of Islamic Sharia
- Financing family tourism trips
- Vehicle financing
- Project management
- Issuance of debit and credit cards of various types (provided that debit cards are issued by banks)
- Issuance of personal cards that allow their holders to make purchases
- Obtaining guarantees and bank credits

The Group's shares are listed on the Amman Stock Exchange.

The Group's head office is located in Amman - the Hashemite Kingdom of Jordan, and its address is in Shmeisani.

The Company is 97.8% owned by Tamkeen Leasing Company (the parent company) and the ultimate parent company is Invest Bank - Public Shareholding Company whose shares are listed on the Amman Stock Exchange. The Company's financials statements are consolidated with the Ultimate Parent Company's consolidated financial statements.

The accompanying consolidated condensed interim financial statements were approved by the board of directors on 18 April 2024.

(2) MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information applied by the Group in the preparation of these consolidated condensed interim financial statements are set out below. These policies have are consistently applied to all the years presented, unless otherwise stated.

2-1 Basis of Preparation

The consolidated condensed interim financial statements have been prepared in accordance with International Accounting Standards No. (34) ("Interim Financial Reporting") as amended by the Central Bank of Jordan instructions.

The main differences between the IFRSs as they shall be applied and what has been approved by the Central Bank of Jordan are the following:

1. Some items are classified and presented in the consolidated statement of financial position, consolidated statement of income and the related disclosure, such as credit facilities, interest in suspense, expected credit losses, Assets foreclosed against defaulted loans, fair value levels, segments classification and disclosures related to risks and others, in accordance with the requirements of the Central Bank of Jordan, its instructions and circulated guidance which might not include all the requirements of IFRS such as IFRS 7, 9 and 13.

JORDAN TRADE FACILITIES COMPANY
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2. Provisions for expected credit losses are formed in accordance with the instructions of the Central Bank of Jordan (No. 13/ 2018) "Application of the IFRS (9)" dated 6 June 2018. The material differences are as follows:
- a) Debt instruments issued or guaranteed by the Jordanian government are excluded, so that credit exposures are treated and guaranteed by the Jordanian government without credit loss.
 - b) When calculating credit losses against credit exposures, the calculation results are compared according to IFRS (9) under the instructions of the Central Bank of Jordan No. (2009/47) of 10 December 2009 for each stage separately and the stricter results are booked.

According to the instructions of the Central Bank of Jordan No. (47/2009) issued on 10 December 2009 regarding the classification of credit facilities and the calculation of the impairment provisions, credit facilities were classified into the following categories:

Low risk credit facilities, which do not require any provisions:

These are credit facilities that have any of the following characteristics:

- 1. Facilities granted and guaranteed by the Jordanian government, as well as to the governments of countries in which Jordanian banks have branches, provided that these facilities are granted in the same currency of the host country.
- 2. Cash Guaranteed by (100%) of the outstanding balance at any time.
- 3. Facilities guaranteed with an acceptable bank guarantee at (100%).

Acceptable risk credit facilities, which do not require provision:

These are credit facilities that have any of the following characteristics:

- 1. Strong financial positions and adequate cash flows.
- 2. Legally documented and well covered by acceptable collaterals.
- 3. Good alternative cash resources for repayment.
- 4. Active movement of the relative account and timely payment of principal and interest
- 5. Competent management of the obligor.

Credit facilities listed under the watch-list (requiring special attention) which impairment allowances for are calculated within a range of (1.5% - 15%):

These are credit facilities that have any of the following characteristics:

- 1. The existence of past dues of principal and/or interest for a year exceeding (60) days but less than (90) days.
- 2. Overdraft exceeding the approved limit by (10%) or more for a year exceeding (60) days but less than (90) days.
- 3. Credit facilities which were previously classified as non-performing loans, and then reclassified as performing loans according to rescheduling
- 4. Acceptable risk credit facilities which have been restructured twice within 12 months..
- 5. Credit facilities that are more than (60) days old and less than (90) days have passed since their expiry date and have not been renewed.
- 6. This is in addition to other conditions detailed in the instructions.

Non-performing credit facilities:

The credit facilities that have any of the following characteristics:

1. The maturity of the credit facilities or of one of its instalments, irregularity of repaying of principal and/or interest of credit facilities and / or dormant overdraft have been past due for the following years:

Classification	Number of past due days	The percentage of the provision for the first year
Sub-standard credit facilities	(90) – (179) days	25%
Doubtful credit facilities	(180) – (359) days	50%
Bad debt/loss credit facilities	(360) days and more	100%

2. Overdraft facilities exceeding approved limits by (10%) or more for a year of (90) days or more.
3. Credit facilities which have matured and become invalid for a year of (90) days or more and have not been renewed.
4. Credit facilities extended to any obligor who went bankrupt, or to companies which were subjected to liquidation.
5. Credit facilities that were restructured three times within a year.
6. Overdrawn current and on demand accounts for a year of (90) days or more
7. The value of guarantees paid on behalf of the clients and were not credited to their accounts with past due of (90) days or more.

The expected credit losses provision against credit facilities is calculated in accordance with the 2009/47 instructions for this category of facilities according to the above ratios for the values not covered by guarantees during the first year, while the allocation of the covered amount is completed at 25% and over four years.

3. Interest and commissions are suspended on non-performing credit facilities and facilities classified within the third stage in accordance with the instructions of the Central Bank of Jordan.
4. Assets that have been reverted to the Company appear in the consolidated condensed statement of financial position within assets foreclosed against defaulted loans at the amount of which they were reverted to the Company or the fair value, whichever is lower, and are reassessed on the date of the consolidated condensed financial statements individually. Any impairment in their value is recorded as a loss in the consolidated condensed statement of profit or loss and the increase is not recorded as revenue. The subsequent increase is taken to the consolidated condensed statement of profit or loss to the extent that it does not exceed the value of the previously recorded impairment. As of the beginning of 2015, a gradual provision was made for real estate acquired for more than 4 years against debts according to the Circular of the Central Bank of Jordan No. 4076/1/15 dated 27 March 2014 and No. 2510/1/10 dated 14 February 2017.

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Noting that the Central Bank of Jordan issued Circular No. 13967/1/10 dated 25 October 2019, in which the Circular No. 16607/1/10 dated 17 December 2017 was approved for extension. The Central Bank of Jordan also confirmed postponing the calculation of the provision until the end of the year 2020. According to the Central Bank's Circular No. 16239/1/10 dated 21 November 2020, deduction of the required provisions against real estate acquired is made at the rate of (5%) of the total book values of these properties (regardless of the period of violation) as of the year 2021, so that the required percentage of 50% of these properties are reached by the end of 2030.

The Central Bank of Jordan, pursuant to Circular No. 10/3/16234 dated 10 October 2022, cancelled all previous circulars, which stipulate the deduction of provisions against seized assets that violates the banking law, while maintaining the provisions balances against real estate and to be released upon the disposal of such assets.

The consolidated condensed interim financial statements have been prepared under the historical cost except for the financial assets measured at fair value through other comprehensive income, which are presented at fair value as of the date of preparation of the consolidated condensed interim financial statements.

The consolidated condensed interim financial statements are presented in Jordanian Dinars (JD), which represents the Group's financial and presentation currency.

The condensed consolidated interim financial statements do not include all the information and explanations required for the annual financial statements prepared in accordance with the international financial reporting standards, as amended in accordance with the instructions of the Central Bank of Jordan, and it must be read with the financial statements of the Group as of 31 December 2023, and the business results for the three months ended 31 March 2024 are not necessarily indicative of the expected results for the year ending 31 December 2024.

The preparation of the consolidated condensed interim financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the consolidated condensed interim financial statements are disclosed in (Note 3).

2.2 Changes in Accounting Policies

(A) New and amended standards and interpretations issued and adopted by the Group in the financial year beginning on 1 January 2024:

<p>Classification of Liabilities as Current or Non-current – Amendments to IAS 1</p> <p>Non-current Liabilities with Covenants – Amendments to IAS 1 - These amendments clarify how conditions with which an entity must comply within twelve months after the reporting period affect the classification of a liability. The amendments also aim to improve information an entity provides related to liabilities subject to these conditions.</p>	1 January 2024
<p>Lease Liability in a Sale and Leaseback – Amendments to IFRS 16:</p> <p>These amendments include requirements for sale and leaseback transactions in IFRS 16 to explain how an entity accounts for a sale and leaseback after the date of the transaction. Sale and leaseback transactions where some or all the lease payments are variable lease payments that do not depend on an index or rate are most likely to be impacted.</p>	1 January 2024
<p>Supplier finance arrangements – Amendments to IAS 7 and IFRS 7:</p> <p>These amendments require disclosures to enhance the transparency of supplier finance arrangements and their effects on an entity's liabilities, cash flows and exposure to liquidity risk. The disclosure requirements are the IASB's response to investors' concerns that some companies' supplier finance arrangements are not sufficiently visible, hindering investors' analysis.</p>	1 January 2024
<p>Sale or contribution of assets between an investor and its associate or joint venture – Amendments to IFRS 10 and IAS 28 -</p> <p>The IASB has made limited scope amendments to IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures.</p> <p>The amendments clarify the accounting treatment for sales or contribution of assets between an investor and their associates or joint ventures. They confirm that the accounting treatment depends on whether the nonmonetary assets sold or contributed to an associate or joint venture constitute a 'business' (as defined in IFRS 3 Business Combinations).</p> <p>Where the non-monetary assets constitute a business, the investor will recognise the full gain or loss on the sale or contribution of assets. If the assets do not meet the definition of a business, the gain or loss is recognised by the investor only to the extent of the other investor's interests in the associate or joint venture. The amendments apply prospectively.</p> <p>** In December 2015, the IASB decided to defer the application date of this amendment until such time as the IASB has finalised its research project on the equity method.</p>	n/a

The implementation of the above standards did not have a material impact on the consolidated condensed interim financial statement

(B) New standards, amendments and interpretations that have been issued but are not yet effective:

<p>Amendments to IAS 21 – Lack of Exchangeability</p> <p>An entity is impacted by the amendments when it has a transaction or an operation in a foreign currency that is not exchangeable into another currency at a measurement date for a specified purpose. A currency is exchangeable when there is an ability to obtain the other currency (with a normal administrative delay), and the transaction would take place through a market or exchange mechanism that creates enforceable rights and obligations.</p>	<p>Annual periods beginning on or after 1 January 2025 (early adoption is available)</p>
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The management is still in the process of evaluating the impact of these new amendments on the Group's consolidated financial statements, and it believes that there will be no significant impact on the consolidated condensed interim financial statements when they are implemented.

There are no other standards that are not yet effective and that would be expected to have a material impact on the Group in the current year starting 1 January 2024 or future reporting periods and on foreseeable future transactions.

2-3 Basis of consolidation of consolidated condensed interim financial statements

The consolidated financial statements include the financial statements of the Company and the companies under its control (its subsidiaries), control is achieved when the Company:

- Has the ability to control the subsidiaries;
- exposed, or has right, to variable returns from its involvement with the subsidiaries;
- Has the ability to use its power to influence the returns of the subsidiaries.

The Company will re-estimate whether it controls the subsidiaries or not if the facts and circumstances indicate that there are changes on one or more of the control points referred to above.

In the event that the Company's voting rights fall below the majority of voting rights in any of the subsidiaries, it will have the power to control when voting rights are sufficient to give the Company the ability to unilaterally direct the related subsidiary activities. The Company takes into account all facts and circumstances when estimating whether the Company has voting rights in the investee that are sufficient to give it the ability to control or not. These facts and circumstances include:

- The volume of voting rights the Company has in relation to the number and distribution of other voting rights;
- Potential voting rights held by the Company and any other voting rights holders or parties;
- Rights arising from other contractual arrangements; and
- Any additional facts and circumstances indicating that the Company has, or does not have, a current responsibility to direct the relevant activities at the time the required decisions are taken, including how to vote in meetings of previous general assembly's meetings.

The subsidiary is consolidated when the Company controls the subsidiary and is deconsolidated when the Company loses control of the subsidiary. Specifically, the results of operations of subsidiaries acquired or excluded during the year are included in the consolidated statement of comprehensive income from the date on which control is achieved until the date the control of the subsidiary is lost.

Profits and losses and each item of the comprehensive income are distributed to the owners in the entity and the non-controlling interest, the comprehensive income for the subsidiaries belonging to the owners in the entity and the non-controlling share is distributed even if this distribution will lead to a deficit in the balance of the non-controlling interest.

Adjustments are made to the financial statements of the subsidiaries, when required, to align their accounting policies with those used by the Company.

Non-controlling interests in the subsidiaries are determined separately from the Company's equity in these entities. The non-controlling interests of the shareholders currently present in the equity granted to their owners with a proportionate share of the net assets upon liquidation may be measured initially at fair value or by the proportionate share of non-controlling interests in the fair value of the identifiable net purchase amount of assets. The measurement is selected on an acquisition basis. Other non-controlling interests are initially measured at fair value. After acquisition, the carrying value of non-controlling interests is the value of these interests upon initial recognition, in addition to the non-controlling interest's share of subsequent changes in equity. Total comprehensive income is attributable to the non-controlling interests even if that results in a deficit in the non-controlling interests' balance.

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Changes in the Company's interest in subsidiaries that do not result in loss of control are accounted for as equity transactions. The present value of the Company's and non-controlling interests are adjusted to reflect changes in their relative shares in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognised directly in equity and attributed to the owners of the Company.

When the Company loses control of a subsidiary, the profit or loss resulting from the disposal is calculated in the statement of profit or loss, with the difference between (1) the total fair value of the consideration received and the fair value of any remaining shares and (2) the present value of the assets (including goodwill), less the liabilities of the subsidiary and any non-controlling interests

All amounts previously recognised in the other comprehensive income in relation to that subsidiary are accounted for as if the Company had directly disposed of the assets or liabilities related to the subsidiary.

The fair value of the investment that is held in the previous subsidiary at the date of loss of control is considered to be the fair value upon initial recognition of subsequent accounting under IFRS (9) "Financial instruments" when this standard applies, or the cost of initial recognition of investment in an associate or a joint venture.

The Company has the following subsidiaries:

31 March 2024:

<u>Company Name</u>	<u>Authorized Capital</u>	<u>Company's Ownership</u>	<u>Nature of Activity</u>	<u>Operation Country</u>	<u>Date of Acquisition</u>
<i>In Jordanian Dinar</i>					
Jordan Facilities for Leasing Company LLC	2,000,000	100%	Finance lease	Jordan	5 May 2010

31 December 2023:

<u>Company Name</u>	<u>Authorized Capital</u>	<u>Company's Ownership</u>	<u>Nature of Activity</u>	<u>Operation Country</u>	<u>Date of Acquisition</u>
<i>In Jordanian Dinar</i>					
Jordan Facilities for Leasing Company LLC	2,000,000	100%	Finance lease	Jordan	5 May 2010

(3) CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of the consolidated condensed interim financial statements and the application of accounting policies require the Company's management to make estimates and judgements that affect the amounts of assets and liabilities and disclosure of contingent liabilities. These estimates and judgments affect the revenues, expenses, provisions and reserve of valuation of financial assets at fair value. In particular, it requires the Company's management to issue critical judgements to estimate the amounts of future cash flows and their timing.

The mentioned estimates are necessarily based on multiple assumptions and factors involving varying degrees of judgment and uncertainty and that actual results may differ from the estimates as a result of changes resulting from the conditions and circumstances of those estimates in the future. Judgements, estimates and assumptions are reviewed on an ongoing basis. The impact of change in estimates is recognised in the reporting period in which this change occurs if the revision affects only that period and the effect of the change in estimates is recognised in the reporting period in which this change occurs and in future reporting periods if the revision affects both current and future periods.

The Group's management believes that the estimates included in the consolidated condensed interim financial statements are reasonable and are detailed as follows:

- Impairment of seized assets

Impairment of seized assets is recognised based on most recent property valuation approved by accredited valuers for the purposes of calculating the impairment. The impairment provisions for seized assets is reviewed periodically.

- **Expected credit loss provisions**

The Group's management is required to use significant judgments and estimates to estimate future cash flows amounts and timings and estimate the risks of a significant increase in credit risk for financial assets after initial recognition and future measurement information for expected credit losses.

- **Leases**

Determining of lease term: In determining the lease term, the management considers all facts and circumstances that create an economic incentive to exercise an extension option, or not exercise a termination option. The extension options (or periods after the termination options) are included only in the term of the lease if the lease is reasonably certain to be extended (or not terminated). The evaluation is reviewed in the event of a significant event or significant change in the circumstances that affect this evaluation and that are under the control of the lessee. **Extension and termination of leases options:** these are included in a number of leases. These conditions are used to increase operational flexibility in terms of contract management. Most of the extension and termination options held are renewable by both the Group and the lessor.

Discounting of lease payments: Lease payments are discounted using the Group' incremental borrowing rate ("IBR"). Management applied judgements and estimates to determine the incremental borrowing rate at the start of the lease.

- **Assets and liabilities that are stated at cost**

Management reviews, on a regular basis, the assets and liabilities that are stated at cost to estimate impairments, if any. Impairment losses are recognised in the consolidated condensed interim statement of other comprehensive income for the period.

- **Income tax**

The financial year is charged with its own income tax expense in accordance with the laws and regulations, and accounting standards. Deferred tax assets and liabilities and required tax provision are accounted for.

- **Provision for legal cases**

A provision is made for any potential legal obligations based on the legal study prepared by the Group's legal advisor that identifies the potential risks that may occur in the future. Such study is reviewed periodically.

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(4) CASH AND CASH EQUIVALENTS

	31 March 2024	31 December 2023
	JD	JD
	(Unaudited)	(Audited)
Cash on hand	121,026	150,133
Deposits at banks*	2,000,000	2,000,000
Current accounts at banks	141,940	133,822
	<u>2,262,966</u>	<u>2,283,955</u>

- * This item represents term deposits in Jordanian Dinars with local banks at an annual interest rate as at 31 March 2024 of 6% (31 December 2023: 7%) and maturing on a monthly basis. Interest income amounted to JD 29,589 as at 31 March 2024 (2023: JD 84,247).

The Group has calculated the expected credit loss provision on bank balances and has not recorded it as the expected credit loss is immaterial.

(5) FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	31 March 2024	31 December 2023
	JD	JD
	(Unaudited)	(Audited)
Outside the Kingdom		
Shares of un-listed companies	<u>219,297</u>	<u>219,590</u>

The investment represents shares in Al-Soor International Holding (Kuwait) and its shares are unlisted. The total number of shares owned is 346,000 shares representing 0.07% of the Company's paid up capital. The fair value has been calculated based on the percentage of the Company's contribution to the net assets according to the latest audited financial statements of the investee. Management believes that this value is the best measure of fair value according to available valuation methods.

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(6) FINANCIAL ASSETS AT AMORTISED COST

	31 March 2024	31 December 2023
	JD	JD
	(Unaudited)	(Audited)
Instalment receivables (a)	112,893,497	108,438,694
Finance lease receivables (b) - net	585,258	691,808
	<u>113,478,973</u>	<u>109,130,502</u>

These assets are distributed based on it's maturity date according to the following:

	31 March 2024	31 December 2023
	JD	JD
	(Unaudited)	(Audited)
Due within less than one year	47,017,739	37,278,232
Due within more than one year and less than five years	86,812,974	103,598,165
Due within more than five years	21,966,749	8,777,215
	<u>155,797,462</u>	<u>149,653,612</u>
Provision for expected credit losses on facilities contracts	(9,083,185)	(8,844,688)
Deferred financing income in instalments not due yet	(29,442,938)	(28,151,241)
Interest in suspense	(3,792,366)	(3,527,181)
Net investment in instalment receivables	<u>113,478,973</u>	<u>109,130,502</u>

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(6-1) Disclosure of movement on gross facilities (installment receivables, finance lease receivables, and credit cards) less unearned revenues from facilities contracts:

Item	As of 31 March 2024				As of 31 December 2023	
	(Unaudited)				(Audited)	
	Stage One Individual Level JD	Stage Two Individual Level JD	Stage Three JD	Total JD	Total JD	Total JD
Gross balance as at beginning of the period/year	91,870,552	15,278,662	14,353,157	121,502,371	97,600,867	
New facilities during the period/year	10,669,490	244,086	244,086	11,133,987	48,079,667	
Paid facilities	(1,344,931)	(580,325)	(468,889)	(2,394,145)	(12,289,884)	
Transfer to stage one	4,319,651	(4,319,651)	-	-	-	
Transfer to stage two	(9,097,004)	10,100,996	(1,003,992)	-	-	
Transfer to stage three	(483,770)	(1,699,837)	2,183,607	-	-	
Changes resulting from adjustments	(4,066,911)	106,234	122,899	(3,837,778)	(11,700,043)	
Written off balances	-	-	(49,911)	(49,911)	(188,236)	
Gross Balance as at Period/Year End	91,867,077	19,106,520	15,380,957	126,354,524	121,502,371	

Loans classified within the third stage as of 31 March 2024 amounted to JD 15,258,058 (31 December 2023: JD 14,353,159).

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(6-2) Disclosure of movement in the expected credit loss provision (installment receivables and finance lease receivables):

Item	As of 31 March 2023				As of 31 December 2023	
	(Unaudited)				(Audited)	
	Stage One Individual Level	Stage Two Individual Level	Stage Three	Total	Total	Total
	JD	JD	JD	JD	JD	JD
Beginning balance	456,483	501,688	7,886,517	8,844,688	8,844,688	8,085,957
Impairment loss on the new balances during the period/year	382,073	365,383	255,338	1,002,794	1,002,794	2,761,574
Recovered from impairment loss	(4,982)	(143,940)	(739,640)	(888,562)	(888,562)	(1,706,139)
Transfer to stage one	149,176	(149,176)	-	-	-	-
Transfer to stage two	(46,348)	293,817	(247,469)	-	-	-
Transfer to stage three	(1,892)	(70,817)	72,709	-	-	-
Total impact on impairment loss due to classification change between stages	(487,118)	(215,792)	702,910	-	-	-
Changes from adjustments	10,696	(55,946)	186,777	141,527	141,527	(245,744)
Written off balances	-	-	(17,262)	(17,262)	(17,262)	(50,960)
Gross Balance as at Period/Year End	458,088	525,217	8,099,880	9,083,185	9,083,185	8,844,688

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(a) Installment receivables

Installment receivables represent the installments incurred by the Company's clients from commercial financing operations and Murabaha for cars and real estate, as these installments include the principal of the funds in addition to the deferred revenue amounts calculated on these installments. The balances of installment receivables are as follows:

	31 March 2024	31 December 2023
	JD (Unaudited)	JD (Audited)
Due within less than a year	46,312,713	36,513,614
Due within more than a year and less than five years	86,399,893	103,120,492
Due within more than five years	21,932,621	8,741,734
	<u>154,645,227</u>	<u>148,375,840</u>
Provision for expected credit losses on facilities contracts	(8,826,534)	(8,588,322)
Deferred revenue from facilities contracts*	(29,290,081)	(27,974,057)
Interest in suspense	(3,635,115)	(3,374,767)
Net investment in instalment receivables	<u>112,893,497</u>	<u>108,438,694</u>

*This item includes deferred revenues for each of the commercial financing operations, Murabaha operations, international Murabaha operations, and deferred sale receivables as of 31 March 2024 and 31 December 2023.

The distribution of installment receivables by industry is as follows:

	31 March 2024	31 December 2023
	JD (Unaudited)	JD (Audited)
Real estates	9,619,016	9,631,441
Corporate	16,857,218	16,967,009
Loans and promissory notes	128,168,993	121,777,390
Total Installment Receivables	<u>154,645,227</u>	<u>148,375,840</u>
Provision for expected credit losses in facilities contracts	(8,826,534)	(8,588,322)
Deferred revenue from facilities contracts	(29,290,081)	(27,974,057)
Interest in suspense	(3,635,115)	(3,374,767)
Net Investment in Installment Receivables	<u>112,893,497</u>	<u>108,438,694</u>

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Installment receivables are distributed after deducting the deferred revenues from facilities contracts and adding the loans granted to clients - credit cards in an aggregate manner according to credit stages in accordance with the requirements of IFRS (9) amended according to the instructions of Central Bank of Jordan as follows:

	Stage One Individual Level	Stage Two Individual Level	Stage Three	Total
	JD	JD	JD	JD
31 March 2024 (Unaudited)				
Gross balance as at beginning of the period	91,305,002	15,230,626	13,866,155	120,401,783
New facilities during the period	10,667,896	220,411	238,227	11,126,534
Paid facilities	(1,281,180)	(568,581)	(455,466)	(2,305,227)
Transfer to stage one	4,305,367	(4,305,367)	-	-
Transfer to stage two	(8,713,493)	9,662,314	(948,821)	-
Transfer to stage three	(483,770)	(1,698,396)	2,182,166	-
Changes from adjustments	(4,049,316)	108,384	122,899	(3,818,033)
Written off balances	-	-	(49,911)	(49,911)
Gross Balance as at Period End	91,750,506	18,649,391	14,955,249	125,355,146
	Stage One Individual Level	Stage Two Individual Level	Stage Three	Total
	JD	JD	JD	JD
31 December 2023 (Audited)				
Gross balance as at beginning of the year	78,395,579	7,672,327	10,157,735	96,225,641
New facilities during the year	41,453,809	4,590,225	1,609,423	47,653,457
Paid facilities	(8,960,983)	(1,618,232)	(1,265,822)	(11,845,037)
Transfer to stage one	2,193,120	(1,580,625)	(612,495)	-
Transfer to stage two	(7,825,865)	8,424,754	(598,889)	-
Transfer to stage three	(3,096,933)	(1,666,110)	4,763,043	-
Changes from adjustments	(10,853,725)	(591,713)	-	(11,445,438)
Written off balances	-	-	(186,840)	(186,840)
Gross Balance as at Year End	91,305,002	15,230,626	13,866,155	120,401,783

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Disclosure of movement of the provision of expected credit losses:

	Stage One Individual Level	Stage Two Individual Level	Stage Three	Total
	JD	JD	JD	JD
31 March 2024 (Unaudited)				
Beginning balance	455,918	497,730	7,634,674	8,588,322
Impairment loss on new balances during the period	381,853	365,160	252,353	999,366
Recovered from impairment loss on paid balances	(4,960)	(141,287)	(739,163)	(885,410)
Transfer to stage one	147,368	(147,368)	-	-
Transfer to stage two	(46,327)	293,796	(247,469)	-
Transfer to stage three	(1,892)	(70,817)	72,709	-
Total impact on impairment loss due to classification change between stages	(485,121)	(218,290)	703,411	-
Changes from adjustments	10,902	(55,483)	186,099	141,518
Written off balances	-	-	(17,262)	(17,262)
Gross Balance as at Period End	457,741	523,441	7,845,352	8,826,534
	Stage One Individual Level	Stage Two Individual Level	Stage Three	Total
	JD	JD	JD	JD
31 December 2023 (Audited)				
Beginning balance	553,550	368,550	6,897,212	7,819,312
Impairment loss on new balances during the year/additions	1,000,816	486,640	1,263,495	2,750,951
Recovered from impairment loss on paid balances	(56,161)	(112,019)	(1,516,846)	(1,685,026)
Transfer to stage one	395,039	(74,911)	(320,128)	-
Transfer to stage two	(58,920)	292,679	(233,759)	-
Transfer to stage three	(21,205)	(93,274)	114,479	-
Total impact on impairment loss due to classification change between stages	(1,204,590)	(276,335)	1,480,925	-
Changes from adjustments	(152,611)	(93,600)	-	(246,211)
Written off balances	-	-	(50,704)	(50,704)
Gross Balance as at Year End	455,918	497,730	7,634,674	8,588,322

Based on the decisions of the Company's Board of Directors, an amount of JD 17,262 was written off during the period ended on 31 March 2024 (2023: JD 50,704) from the provision for expected credit losses, and an amount of JD 32,649 was written off during the period ended on 31 March 2024 (2023: JD 136,136) from suspended revenues.

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(b) Finance lease contract receivables

The following table shows the maturity periods of finance lease contracts receivables during the period/year before deducting the deferred revenue:

	31 March 2024 JD (Unaudited)	31 December 2023 JD (Audited)
Maturity within less than one year	705,026	764,618
Maturity within more than one year and less than five years	413,081	477,673
Maturity within more than five years	34,128	35,481
	<u>1,152,235</u>	<u>1,277,772</u>
Provision for expected credit losses on finance leasing contracts	(256,651)	(256,366)
Deferred revenue from facilities contracts	(152,857)	(177,184)
Interest in suspense	<u>(157,251)</u>	<u>(152,414)</u>
	<u>585,476</u>	<u>691,808</u>

The Company grants real estate finance leases to its customers through closed end leasing contract, with an average terms of 5 years. The distribution of finance lease contracts by industry receivables is as follows:

	31 March 2024 JD (Unaudited)	31 December 2023 JD (Audited)
Real-estate	887,641	996,980
Corporate	55,502	53,908
Loans	209,092	226,884
Investment in finance lease contracts	<u>1,152,235</u>	<u>1,277,772</u>
Provision for expected credit losses on finance lease contracts	(256,651)	(256,366)
Deferred revenue from finance lease contracts	(152,857)	(177,184)
Interest in suspense	<u>(157,251)</u>	<u>(152,414)</u>
Net Investment in Finance Lease Contracts	<u>585,476</u>	<u>691,808</u>

The finance lease contracts installments are disclosed in net after subtracting the deferred revenue in an aggregate manner according to the credit stages according to the requirements of IFRS (9) amended to comply with the instructions of the Central Bank of Jordan as follows:

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	Stage One Individual Level	Stage Two Individual Level	Stage Three	Total
	JD	JD	JD	JD
31 March 2024 (Unaudited)				
Gross balance as at beginning of the period	565,550	48,036	487,002	1,100,588
New facilities during the period	1,594	-	5,859	7,453
Paid facilities	(63,751)	(11,744)	(13,423)	(88,918)
Transfer to stage one	14,284	(14,284)	-	-
Transfer to stage two	(383,511)	438,682	(55,171)	-
Transfer to stage three		(1,441)	1,441	-
Changes from adjustments	(17,595)	(2,150)	-	(19,745)
Written off balances	-	-	-	-
Gross Balance as at Period End	116,571	457,099	425,708	999,378

	Stage One Individual Level	Stage Two Individual Level	Stage Three	Total
	JD	JD	JD	JD
31 December 2023 (Audited)				
Gross balance as at beginning of the year	806,384	135,775	433,067	1,375,226
New facilities during the year	391,962	13,974	20,274	426,210
Paid facilities	(342,153)	(56,622)	(46,072)	(444,847)
Transfer to stage one	37,332	(37,332)	-	-
Transfer to stage two	(10,330)	10,330	-	-
Transfer to stage three	(74,221)	(6,732)	80,953	-
Changes from adjustments	(243,424)	(11,357)	176	(254,605)
Written off balances	-	-	(1,396)	(1,396)
Gross Balance as at Period End	565,550	48,036	487,002	1,100,588

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Disclosure of the movement of the provision of expected credit losses:

	Stage One Individual Level	Stage Two Individual Level	Stage Three	Total
	JD	JD	JD	JD
31 March 2024 (Unaudited)				
Beginning balance	565	3,958	251,843	256,366
Impairment loss on new balances during the period	220	223	2,985	3,428
Recovered from impairment loss on paid balances	(22)	(2,653)	(477)	(3,152)
Transfer to stage one	1,808	(1,808)	-	-
Transfer to stage two	(21)	21	-	-
Transfer to stage three	-	-	-	-
Total impact on impairment loss due to classification change between stages	(1,997)	2,498	(501)	-
Changes from adjustments	(206)	(463)	678	9
Written off balances	-	-	-	-
Gross Balance as at Period End	347	1,776	254,528	256,651
	Level	Level	Stage Three	Total
	JD	JD	JD	JD
31 December 2023 (Audited)				
Beginning balance	2,955	3,636	260,054	266,645
Impairment loss on new balances during the year	1,725	2,198	6,702	10,625
Recovered from impairment loss on paid balances	(1,872)	(2,707)	(16,523)	(21,102)
Transfer to stage one	230	(230)	-	-
Transfer to stage two	(154)	154	-	-
Transfer to stage three	(202)	(908)	1,110	-
Total impact on impairment loss due to classification change between stages	(1,627)	366	1,261	-
Changes from adjustments	(490)	1,449	(505)	454
Written off balance	-	-	(256)	(256)
Gross Balance as at Year End	565	3,958	251,843	256,366

Based on the decisions of the Company's Board of Directors, JD zero were written off during the period ended on 31 March 2024 (31 December 2023: JD 256) from the provision for expected credit losses, and an amount of JD zero was written off during the period ended on 31 March 2024 (31 December 2023: JD 1,140) of suspended revenues.

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(7) INVESTMENT PROPERTIES

	31 March 2024	31 December 2023
	JD	JD
Cost		
Balance as at 1 January	391,010	585,000
Disposals	(212,872)	(193,990)
Balance as at 31 December	178,138	391,010
Accumulated depreciation		
Balance as at 1 January	172,044	234,000
Depreciation expense	2,139	22,753
Related to Disposals	(94,021)	(84,709)
Balance as at 31 December	80,162	172,044
Net book value as at 31 December	97,976	218,966

*This item represents the allocation of 24 residential units of Al Majd residential project for the benefit of the Company, based on the agreement signed with the developer Tameer International Real Estate Company, noting that the Company acquired the apartments and issued ownership deeds in its name, The fair value of the real estate investments is estimated at JD 375,300 under the latest real estate valuation available to the Company dated 14 June 2022. Nine apartments were sold in 2024, achieving a profit of JD 46,149.

(8) BANK OVERDRAFTS

The facilities granted to the company are in the form of overdraft from local banks in exchange for letters of assurance issued by the invest bank. The interest rate ranged between 7.75% - 9.25% as of 31 March 2024 (31 December 2023: 7.75% - 9.25%). The main objective of these facilities is to finance the company's activity. All of these facilities mature within a year.

(9) LOANS

	31 March 2024	31 December 2023
	JD	JD
	(Unaudited)	(Audited)
Bank loans due within one year	28,814,758	27,390,093
Bank loans due within more than a year	29,649,762	31,195,864
	58,464,520	58,585,957

All of these loans are in Jordanian dinars and US dollars, and are granted by local banks and an international finance institution in exchange for letters of assurance issued by the Investment Bank. The interest rate on the above loans ranges between 6.4% - 9.25% as of 31 March 2024 (31 December 2023: 6% - 9.25 %).

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(10) BONDS

	31 March 2024	31 December 2023
	JD	JD
	(Unaudited)	(Audited)
Bonds	4,160,000	-

During the year 2024, the company issued loan bonds in the amount of JD4,160,000, with a nominal value of JD10,000 per bond, non-transferable, for a period of 365 days. The interest rate on the bonds reached 7.5%, and the interest is due every six months on 8 July 2024 and 6 January 2025, while payment is due. The entire loan notes were dated 6 January 2025.

(11) INCOME TAX

The income tax provision for the period ended 31 March 2024 was calculated in accordance with Income Tax Law No. (38) of 2018. The Group is subject to an income tax of 24% for the year 2024 (2023: 24%) in addition to a national contribution tax of 4%.

(A) The movement on the income tax provision is as follows:

	31 March 2024	31 December 2023
	JD	JD
	(Unaudited)	(Audited)
Balance as of 1 January	2,400,300	1,759,204
Income tax expense	756,946	2,970,949
Income tax Paid	(622,057)	(2,329,853)
Balance as at the end of the period / year	2,535,189	2,400,300

(B) The income tax expense presented in the statement of comprehensive income consists of:

	31 March 2024	31 December 2023
	JD	JD
	(Unaudited)	(Audited)
Tax payable on the year's profit	756,946	662,316
Effect of deferred tax assets	(135,476)	(159,998)
	621,470	502,318

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(C) Summary of reconciliation between accounting income and taxable income is as follows:

	31 March 2024 JD (Unaudited)	31 March 2023 JD (Unaudited)
Accounting profit	2,144,801	1,768,243
Amendments	558,574	597,172
Taxable profit	2,703,375	2,365,415
Period income tax	756,945	662,316
Effective tax rate	%35	%37
Statutory tax rate	%28	%28

(D) Tax position

Jordan Trade Facilities Company (Parent Company)

The company obtained a final clearance from the Income and Sales Tax Department until the end of the year 2014.

The tax returns were audited and the statement was amended with approval for the years 2015 and 2016.

The Company has submitted tax returns for the years 2019, 2020, 2021, 2022 and 2023 according to the rules and on the legally specified date.

The Company submitted the general sales tax returns on the legally specified date, and the Income and Sales Tax Department audited the returns submitted for the end of 2016, noting that the returns submitted for the tax periods until the end of the year 2018 were considered acceptable according to the provisions of the law, and the tax returns related to the subsequent periods are submitted on time and according to the rules.

Jordan Facilities for Leasing Company LLC (Subsidiary)

The Company obtained a final clearance from the Income and Sales Tax Department until the end of the year 2022.

The Company has submitted tax returns for the years 2022 and 2023 according to the rules and on the legally specified date.

In the opinion of the Company's management and the tax consultant, the group will not have any obligations that exceed the provision taken until 31 March 2024.

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(12) BALANCES AND TRANSACTIONS WITH RELATED PARTIES

Related parties include employees and their relatives, executive management and their relatives and the parent company.

The balances and transactions with related parties that appear in the consolidated condensed interim statement of financial position and consolidated condensed interim statement of comprehensive income are as follows:

12-1 Consolidated condensed interim Statement of Financial Position:

	Ultimate Parent Company	Employees and their Relatives and Executive Management and their Relatives	31 March 2024	31 December 2023
	JD	JD	JD (Unaudited)	JD (Unaudited)
Financial assets at amortised cost	-	8,181	8,181	8,439
Current accounts (Cash at banks)	80,563	-	80,563	59,643
Deposits at banks	2,000,000	-	2,000,000	2,000,000
Loans	391,398	-	391,398	551,809

12-2 Consolidated condensed interim statement of comprehensive Income:

	Ultimate Parent Company	Sister Company	Employees and their Relatives and Executive Management and their Relatives	31 March 2024	31 March 2023
	JD	JD	JD	JD (Unaudited)	JD (Unaudited)
Instalments revenue	-	-	230	230	1,045
Expenses of financing borrowings	7,170	-	-	7,170	9,584
Deposit income	29,589	-	-	29,589	-
An operating-investment lease contract to finance the supply chain	-	3,480	-	3,480	3,480
Commissions for financial investments - Invest Bank	3,300	-	-	3,300	3,300

The balance of guarantees with the parent Company as of March 31, 2024 amounts to Zero JD (2023: JD 2,500).

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12-3 Executive Management Salaries and Remunerations

Salaries and bonuses for the Group's senior executive management amounted to JD 160,720 for the three months ended 31 March 2024 (31 March 2023: JD 136,731).

(13) SHAREHOLDERS' EQUITY

The authorised, subscribed and paid-up capital

The authorised, subscribed and paid-up capital of the company is 16,500,000 JD, with a nominal value of one JD per share.

The Company is 97.816% owned by Tamkeen Leasing Company (the parent Company) and the ultimate parent Company is Invest Bank - Public Shareholding Company.

Statutory reserve

The amount in this account represents 10% of the annual profits before tax transferred in compliance with the Jordanian Companies Law. This transfer shall continue every year, provided that the total amount transferred to such reserve shall not exceed one quarter of the Group's capital and is not distributable to shareholders. The Company did not deduct the statutory reserve as these are interim financial statements, the deduction is made at the end of the year.

(14) BASIC AND DILUTED EARNINGS PER SHARE FROM PROFIT FOR THE PERIOD ATTRIBUTABLE TO SHAREHOLDERS

	For the three months period ended 31 March	
	2024	2023
	JD	JD
	(Unaudited)	(Unaudited)
Profit for the period	1,523,331	1,265,925
	Share	Share
Weighted average number of outstanding shares	16,500,000	16,500,000
	JD/Share	JD/Share
Basic and diluted earnings per share from the profit for the period	0.092	0.077

The basic earnings per share from the net profit for the period equals the diluted earnings per share as the Group did not issue any financial instruments that may have an impact on the basic earnings per share.

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(15) CONTINGENT LIABILITIES

At the date of the consolidated condensed interim financial statements, the Group had the following contingent liabilities:

	31 March 2024	31 December 2023
	JD	JD
	(Unaudited)	(Audited)
Bank Guarantees	-	2,000

Lawsuits against the Group

Jordan Trade Facilities Company (Parent company):

The value of legal cases filed against the Company amounted to JD 146,684 as at 31 March 2024 (31 December 2023: JD 153,045), while the balance of provisions recorded against these cases amounted to JD 220,000 as at 31 March 2024 (31 December 2023: 220,000 JD) and in the opinion of the management and the legal counsel of the Company, the Company will not incur any additional obligations in respect of with these cases.

Jordan Facilities for Leasing Company LLC (Subsidiary)

The value of the cases filed against the company amounted to JD 10,001 as of 31 March 2024 (31 December 2023: JD 10,001), while the balance of allocations to confront these cases amounted to JD 65,000 as of 31 March 2024 (31 December 2023: JD 65,000), according to the estimation of the management and the company's legal advisor. The company will not have any additional obligations for these issues.